PHYSICIAN RECRUITMENT AGENCY OF SASKATCHEWAN

FINANCIAL STATEMENTS

For the Period from March 1 to 31, 2010

Provincial Auditor Saskatchewan

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SASKATCHEWAN

AUDITOR'S REPORT

To: The Members of the Legislative Assembly of Saskatchewan

I have audited the statement of financial position of the Physician Recruitment Agency of Saskatchewan as at March 31, 2010 and the statements of operations and accumulated surplus, change in net financial assets, and cash flows for the period from March 1 to 31, 2010. The Agency's management is responsible for preparing these financial statements for Treasury Board's approval. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Agency as at March 31, 2010 and the results of its operations and its cash flows for the period from March 1 to 31, 2010 in accordance with Canadian generally accepted accounting principles.

Regina, Saskatchewan
June 30, 2010

Brian Atkinson, FCA
Acting Provincial Auditor

Statement 1

Physician Recruitment Agency of Saskatchewan
Statement of Financial Position
as at March 31, 2010

	2010
Financial Assets	
Due from General Revenue Fund (Note 3)	$ 2,922,979
	2,922,979
Liabilities	
Accounts Payable and Accrued Liabilities	1,395
	1,395
Net Financial Assets (Statement 3)	2,921,584
Non-financial Assets	
Tangible Capital Assets	-
Prepaid Assets	-
	-
Accumulated Surplus (Statement 2)	$ 2,921,584

(See accompanying notes to financial statements)

Statement 2

Physician Recruitment Agency of Saskatchewan
Statement of Operations and Accumulated Surplus
for the period from March 1 to 31, 2010

	2010 (Budget - Note 4)	2010 (Actual)
Revenue		
Grants from Ministry of Health	$ -	$ 2,922,979
	-	2,922,979
Expenses		
Board Meetings	-	1,395
	-	1,395
Annual Surplus	$ -	$ 2,921,584
Accumulated Surplus, beginning of period		-
Accumulated Surplus, end of period (Statement 1)		$ 2,921,584

(See accompanying notes to financial statements)

Statement 3

Physician Recruitment Agency of Saskatchewan
Statement of Change in Net Financial Assets
for the period from March 1 to 31, 2010

		2010
Annual Surplus	$	2,921,584
Acquisition of Tangible Capital Assets		-
Amortization of Tangible Capital Assets		-
		-
Increase in Net Financial Assets	$	2,921,584
Net Financial Assets, beginning of period		-
Net Financial Assets, end of period (Statement 1)	$	2,921,584

(See accompanying notes to financial statements)

Statement 4

Physician Recruitment Agency of Saskatchewan
Statement of Cash Flows
for the period from March 1 to 31, 2010

		2010
Cash Flows from Operating Activities:		
Cash Receipts - Ministry of Health	$	2,922,979
Cash Paid to Suppliers and Others		-
Increase in Operating Activities for the period		2,922,979
Cash Flows from Investing Activities		-
Cash Flows from Financing Activities		-
Net Increase in Due from General Revenue Fund		2,922,979
Due from General Revenue Fund, beginning of period		-
Due from General Revenue Fund, end of period	$	2,922,979

(See accompanying notes to financial statements)

Physician Recruitment Agency of Saskatchewan
Notes to the Financial Statements
for the period from March 1 to 31, 2010

1. Description of Business

The Physician Recruitment Agency of Saskatchewan (the Agency) was established as a Treasury Board Crown Corporation by Order in Council 84/2010 under the provisions of *The Crown Corporations Act, 1993* (Act).

The Agency was created to advise on, plan, develop, implement, operate and manage a recruitment agency for physicians seeking to practice in Saskatchewan.

2. Significant Accounting Policies

Pursuant to standards established by the Public Sector Accounting Board, the Agency is classified as an other government organization. The Agency uses Canadian generally accepted accounting principles applicable to governments. The following principles are considered to be significant:

a) The Basis of Accounting
The financial statements are prepared on the accrual basis of accounting.

b) Grant Revenue
Grant revenue is recognized in the period in which the transactions or events occur that give rise to the revenue.

c) Expenses
Expenses represent the cost of resources consumed during the year for operations. Expenses include provision for the amortization of tangible capital assets.

d) Tangible Capital Assets
Tangible capital assets are recorded at cost and are amortized over their useful life. Amortization is recorded, commencing with the quarter after the assets are placed into service, on a straight-line basis at the annual rates set out below:

Office Equipment	20%
Office Furniture	10%

e) Non-financial Assets
Tangible capital and other non-financial assets are accounted for as assets because they can be used to provide services in future periods. These assets do not normally provide resources to discharge liabilities unless they are sold.

f) Measurement Uncertainty
The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of financial assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, such adjustments are reported in earnings in the period in which they become known.

3. Due from the General Revenue Fund

The Agency's bank account is included in the Consolidated Offset Bank Concentration arrangement for the Government of Saskatchewan. Earned interest is calculated and paid by the General Revenue Fund on a quarterly basis into the Agency's bank account using the Government's thirty-day borrowing rate and the Agency's average daily account balance.

4. Budget Approval

The Agency's operations began in March of 2010. As a result, there was no Board approved budget in the current fiscal year.

5. Related Parties

These financial statements include routine transactions with related parties. The Agency is related to all Saskatchewan Crown agencies such as ministries, corporations, boards and commissions under the common control of the Government of Saskatchewan. Related party transactions to March 31, 2010, include the following:

Revenue	
Ministry of Health	2,922,979

Routine operating transactions with related parties are recorded at the rates charged by those organizations and are settled on normal trade terms. In addition, the Agency pays Provincial Sales Tax to the Saskatchewan Ministry of Finance on all its taxable purchases.

The Ministry of Health provides management and technical services to the Agency without charge.

6. Financial Instruments

The Agency's financial instruments include due from the General Revenue Fund. The carrying amount of this instrument approximates fair value due to its short-term nature. These instruments have no interest or credit risk.

7. Capital Disclosures

The Agency's net assets are comprised of cash and unrestricted net assets. The Agency is not subject to externally imposed requirements on capital.

8. Comparative Figures

There are no comparative figures available for the prior fiscal year as this is the first year of operations.